

# CalPERS

## Asset Allocation as of January 31, 2008

Total Fund Market Value: **\$244,708,766,296**

	Global Equity	Domestic Equity	International Equity	Global Fixed	Domestic Fixed	International Fixed	AIM	Real Estate	Inflation Linked	Cash <sup>1</sup>	Total Fund
<b>Strategic Target Range %</b>	<b>51-61%</b>			<b>14-24%</b>			<b>7-13%</b>	<b>7-13%</b>	<b>0-5%</b>		
Strategic Target %	56.0%	28.0%	28.0%	19.0%	17.0%	2.0%	10.0%	10.0%	5.0%	0.0%	N/A
Cash Market Investment %	52.4%	32.9%	19.6%	28.2%	25.0%	3.2%	9.3%	8.5%	0.8%	0.9%	N/A
Tactical Overlay % <sup>4</sup>	0.5%	0.4%	0.2%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	(0.5%)	N/A
Effective Investment %	53.0%	33.2%	19.8%	28.2%	25.0%	3.2%	9.3%	8.5%	0.8%	0.3%	N/A
<b>Variance % (Strategic vs. Effective)</b>	<b>(3.0%)</b>	<b>5.2%</b>	<b>(8.2%)</b>	<b>9.2%</b>	<b>8.0%</b>	<b>1.2%</b>	<b>(0.7%)</b>	<b>(1.5%)</b>	<b>(4.2%)</b>	<b>0.3%</b>	N/A
Strategic Target \$ <sup>3</sup>	\$137.0	\$68.5	\$68.5	\$46.5	\$41.6	\$4.9	\$24.5	\$24.5	\$12.2	\$0.0	\$244.7
Cash Market Investment \$ <sup>2</sup>	\$128.3	\$80.4	\$47.9	\$69.0	\$61.2	\$7.8	\$22.6	\$20.7	\$1.9	\$2.1	\$244.7
Tactical Overlay \$ <sup>2,4</sup>	\$1.3	\$0.9	\$0.4	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	(\$1.3)	N/A
Effective Investment \$ <sup>2,3</sup>	\$129.6	\$81.3	\$48.3	\$69.0	\$61.2	\$7.8	\$22.6	\$20.7	\$1.9	\$0.8	\$244.7
<b>Variance \$ (Strategic vs. Effective) <sup>2,3</sup></b>	<b>(\$7.4)</b>	<b>\$12.8</b>	<b>(\$20.2)</b>	<b>\$22.5</b>	<b>\$19.6</b>	<b>\$2.9</b>	<b>(\$1.8)</b>	<b>(\$3.8)</b>	<b>(\$10.3)</b>	<b>\$0.8</b>	N/A
% Passive	48.3%	63.7%	45.3%	0.0%	0.0%	0.0%	0.0%	5.2%	0.0%	0.0%	29.8%
% Active	51.7%	36.3%	54.7%	100.0%	100.0%	100.0%	100.0%	94.8%	100.0%	100.0%	70.2%
% Internal	53.3%	71.0%	48.8%	88.8%	100.0%	0.0%	0.0%	5.2%	23.6%	100.0%	59.4%
% External	46.7%	29.0%	51.2%	11.2%	0.0%	100.0%	100.0%	94.8%	76.4%	0.0%	40.6%

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\* When summing amounts on this report, there may be breakage.

\* MDP Venture accounts included in MDP's primary asset class. MDP Fixed, CalPERS Hedge Fund, and Enhanced Index Equity roll to External Domestic Equity.

<sup>1</sup> Cash includes SMIF at STO.

<sup>2</sup> (\$ Billion)

<sup>3</sup> Based upon Trade Date Accounting as recommended by CFA Institute GIPS Standards.

<sup>4</sup> Approximately \$1.3 Billion notional in Equity Futures were purchased to equitize cash.

Private Market Commitment as of January 31, 2008							
AIM				Real Estate			
Funded	\$(in Billions)	% Allocation	Target Range	Funded	\$(in Billions)	% Allocation	Target Range
Fair Market Value (FMV)	\$22.65	9.3%	7-13%	Fair Market Value (FMV)	\$20.68	8.5%	7-13%
Unfunded Commitment	<u>\$22.80</u>	<u>9.3%</u>		Unfunded Commitment	<u>\$17.72</u>	<u>7.2%</u>	
<b>Fair Market Value plus Unfunded Commitment</b>	<b>\$45.45</b>	<b>18.6%</b>		<b>Fair Market Value plus Unfunded Commitment</b>	<b>\$38.40</b>	<b>15.7%</b>	

# CalPERS Total Fund Top 20 Company Exposures

Based on Total Market Values as of 1/31/2008

Company Name	Equity Exposure			Total Equity Market Value	Fixed Income Exposure			Total FI Market Value	Real Estate Exposure <sup>(1)</sup>	TOTAL Market Value	% of Total Fund <sup>(3)</sup>
	Internally Managed Active	Externally Managed Passive	Externally Managed Active		Internal	External	Sec. Lending <sup>(2)</sup>				
GENERAL ELECTRIC	194,721,042	1,055,665,582	264,503,139	1,514,889,763	561,135,727	71,280,101	978,863,092	1,611,278,920		3,126,168,683	0.88%
EXXON MOBIL CORP	247,832,179	1,389,418,704	417,607,229	2,054,858,112				0		2,054,858,112	0.84%
MICROSOFT CORP	172,442,492	906,690,760	272,323,513	1,351,456,765				0		1,351,456,765	0.55%
CITIGROUP INC	54,977,527	412,815,706	132,937,952	600,731,185	388,957,104	23,482,292	269,651,250	682,090,646		1,282,821,831	0.41%
BANK OF AMERICA CORP	73,030,568	585,024,398	161,479,281	819,534,247	389,538,701	42,741,642		432,280,343		1,251,814,590	0.51%
BERKSHIRE HATHAWAY	225,233,000	619,072,000	2,312,000	846,617,000	381,328,400			381,328,400		1,227,945,400	0.50%
JPMORGAN CHASE & CO	73,555,523	479,850,441	218,277,419	771,683,383	271,558,617	26,398,128	98,868,810	396,825,555		1,168,508,938	0.44%
WAL MART STORES INC	164,468,985	607,354,051	176,455,392	948,278,428	174,569,876	3,160,295		177,730,171		1,126,008,599	0.46%
AMERICAN INTL GROUP INC	113,037,292	418,820,227	119,572,207	651,429,726	321,636,715	6,235,792	100,091,000	427,963,507		1,079,393,233	0.40%
AT&T INC	113,017,225	689,797,765	255,754,734	1,058,569,724				0		1,058,569,724	0.43%
PROCTER + GAMBLE CO	79,379,135	610,875,065	168,829,890	859,084,090	14,800,590			14,800,590		873,884,680	0.36%
CONOCOPHILLIPS	97,473,380	384,326,381	136,676,207	618,475,968	241,067,776			241,067,776		859,543,744	0.35%
JOHNSON + JOHNSON	100,107,748	537,577,154	159,652,805	797,337,707	13,838,471			13,838,471		811,176,178	0.33%
CHEVRONTEXACO CORP	94,616,847	533,930,150	168,689,463	797,236,460				0		797,236,460	0.33%
GOOGLE INC	121,194,711	517,180,950	135,194,994	773,570,655				0		773,570,655	0.32%
PFIZER INC	84,037,299	465,101,262	173,750,323	722,888,884	16,554,291			16,554,291		739,443,175	0.30%
VERIZON COMMUNICATIONS INC.	32,123,243	324,100,380	101,629,870	457,853,493	261,129,095			261,129,095		718,982,588	0.29%
GOLDMAN SACHS GROUP	65,802,368	234,318,667	110,666,231	410,787,266	280,719,178	19,274,364		299,993,542		710,780,808	0.29%
INTERNATIONAL BUSINESS MACHINES	102,078,515	440,351,616	138,815,845	681,245,976	7,891,802	10,239,282		18,131,084		699,377,060	0.29%
BAXTER INTL INC	209,572,315	117,276,792	354,943,337	681,792,444				0		681,792,444	0.28%

(1) Real Estate exposure data only includes the 20 companies with the highest annual lease revenues for each core partnership, excludes properties in escrow. The market value exposures are calculated based only on two years of expected lease revenues.

(2) Does not include Repos

(3) Excludes securities lending exposure

# TARGET PERCENTAGE COMPARISON

## ASSET ALLOCATION <sup>1</sup>

As of January 31, 2008

(A)	(B)	(C)	(D)	(E)	(F)
<u>Asset Class</u>	<u>Cash Market Allocation</u>	<u>Effective Allocation</u>	<u>Target<sup>2</sup></u>	<u>Target Range<sup>2</sup></u>	<u>Difference (C-D)</u>
Domestic Equity <sup>3</sup>	32.9	33.2	28.0		5.2
International Equity	<u>19.6</u>	<u>19.8</u>	<u>28.0</u>		<u>-8.2</u>
<b>Global Equity</b>	52.4	53.0	56.0	51-61%	-3.0
Domestic Fixed Income	25.0	25.0	17.0		8.0
International Fixed Income	<u>3.2</u>	<u>3.2</u>	<u>2.0</u>		<u>1.2</u>
<b>Global Fixed Income</b>	28.2	28.2	19.0	14-24%	9.2
<b>AIM</b>	9.3	9.3	10.0	7-13%	-0.7
<b>Real Estate</b>	8.5	8.5	10.0	7-13%	-1.5
<b>Inflation Linked</b>	0.8	0.8	5.0	0-5%	-4.2
<b>Cash Equivalents</b>	0.9 %	0.3 %	0.0 %		0.3 %
<b>Total Fund</b>	<u>100.0 %</u>	<u>100.0%</u>	<u>100.0 %</u>		

<sup>1</sup> As allocated to managers.

<sup>2</sup> Asset Allocation Targets approved by Investment Committee in December 2007.

<sup>3</sup> Included is MDP Investment: LM Capital Investment: Total Market Value=**\$206.8 million**.

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# TARGET DOLLAR COMPARISON ASSET ALLOCATION

As of January 31, 2008

(A) <u>Asset Class</u>	(B) <u>Cash Market Allocation</u> (\$ Billion)	(C) <u>Effective Allocation</u> (\$ Billion)	(D) <u>Target<sup>1</sup></u> (\$ Billion)	(E) <u>Difference (C-D)</u> (\$ Billion)
Domestic Equity <sup>2</sup>	80.4	81.3	68.5	12.8
International Equity	<u>47.9</u>	<u>48.3</u>	<u>68.5</u>	<u>-20.2</u>
<b>Global Equity</b>	128.3	129.6	137.0	-7.4
Domestic Fixed Income	61.2	61.2	41.6	19.6
International Fixed Income	<u>7.8</u>	<u>7.8</u>	<u>4.9</u>	<u>2.9</u>
<b>Global Fixed Income</b>	69.0	69.0	46.5	22.5
<b>AIM</b>	22.6	22.6	24.5	-1.8
<b>Real Estate</b>	20.7	20.7	24.5	-3.8
<b>Inflation Linked</b>	1.9	1.9	12.2	-10.3
<b>Cash Equivalents</b>	2.1	0.8	0.0	0.8
<b>Total Fund</b>	<u><u>244.7</u></u>	<u><u>244.7</u></u>	<u><u>244.7</u></u>	

<sup>1</sup> Based upon Strategic Asset Allocation Target Percentage of total fund, approved by Investment Committee December 2007

<sup>2</sup> Included is MDP Investment: LM Capital Investment: Total Market Value= **\$206.8 million**.

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# MONTHLY PROGRESS REPORT

## ASSET ALLOCATION <sup>1</sup>

As of January 31, 2008

(A)	(B)	(C)	(D)	(E)
<u>Asset Class</u>	12/31/2007 Effective <u>Allocation</u> (\$ Billion)	1/31/2008 Effective <u>Allocation</u> (\$ Billion)	Difference <u>(C-B)</u> (\$ Billion)	<u>Target</u> <sup>2</sup> (\$ Billion)
Domestic Equity <sup>3</sup>	88.2	81.3	-6.9	68.5
International Equity	<u>53.3</u>	<u>48.3</u>	<u>-4.9</u>	<u>68.5</u>
<b>Global Equity</b>	141.5	129.6	-11.9	137.0
Domestic Fixed Income	60.3	61.2	0.9	41.6
International Fixed Income	<u>7.5</u>	<u>7.8</u>	<u>0.3</u>	<u>4.9</u>
<b>Global Fixed</b>	67.8	69.0	1.1	46.5
<b>AIM</b>	20.4	22.6	2.2	24.5
<b>Real Estate</b>	20.8	20.7	-0.1	24.5
<b>Inflation Linked</b>	1.9	1.9	0.0	12.2
<b>Cash Equivalents</b>	0.6	0.8	0.2	0.0
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<b>Total Fund</b>	<u><u>253.0</u></u>	<u><u>244.7</u></u>	<u><u>-10.6</u></u>	<u><u>244.7</u></u>

<sup>1</sup> Monthly progress report toward policy targets.

<sup>2</sup> Based upon Strategic Asset Allocation Target Percentage of total fund, approved by Investment Committee December 2007

<sup>3</sup> Included is MDP Investment: LM Capital Investment: Total Market Value= **\$206.8 million**.

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## BOOK VS MARKET VALUE

As of January 31, 2008

(A) <u>Asset Class</u>	(B) <u>Book Value</u> (\$ Billion)	(C) <u>Market Value</u> (\$ Billion)	(D) Effective <u>Market Value</u> (\$ Billion)	(E) Difference <u>(C - B)</u> (\$ Billion)
Domestic Equity <sup>1</sup>	53.6	80.4	81.3	26.8
International Equity	<u>42.4</u>	<u>47.9</u>	<u>48.3</u>	<u>5.5</u>
<b>Global Equity</b>	96.0	128.3	129.6	32.4
Domestic Fixed Income	56.6	61.2	61.2	4.6
International Fixed Income	<u>7.1</u>	<u>7.8</u>	<u>7.8</u>	<u>0.6</u>
<b>Global Fixed Income</b>	63.7	69.0	69.0	5.2
<b>AIM</b>	22.7	22.6	22.6	-0.1
<b>Real Estate</b>	18.2	20.7	20.7	2.5
<b>Inflation Linked</b>	1.9	1.9	1.9	0.1
<b>Cash Equivalents</b>	2.1	2.1	0.8	0.0
<b>Total Fund</b>	<u><u>204.7</u></u>	<u><u>244.7</u></u>	<u><u>244.7</u></u>	<u><u>40.0</u></u>

<sup>1</sup> Included is MDP Investment- LM Capital Investment: Total Book Value= **\$201.3 million**, Total Market Value=**\$206.8 million**.

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# GROSS PERFORMANCE VS EXPECTED RETURNS

One Year

February 1, 2007 to January 31, 2008

(A)	(B)	(C)	(D)	(E)	(F)	(G)
<u>Asset Class</u>	<u>Cash Market Allocation</u>	<u>Effective Allocation</u>	<u>Asset Return</u>	<u>CalPERS Long-Term Expected Annual Return<sup>1</sup></u>	<u>Expected Standard Deviation<sup>1</sup></u>	<u>One Standard Deviation Range</u>
Domestic Equity	32.9	33.2	-2.2	7.00	15.50	-8.50 - 22.50
International Equity	19.6	19.8	2.3	7.00	17.50	-10.50 - 24.50
<b>Global Equity</b>	<b>52.4</b>	<b>53.0</b>	<b>-0.7</b>			
Domestic Fixed Income	25.0	25.0	9.4			
International Fixed Income	3.2	3.2	17.0			
<b>Global Fixed Income</b>	<b>28.2</b>	<b>28.2</b>	<b>10.2</b>	<b>3.00</b>	<b>6.50</b>	<b>-3.50 - 9.50</b>
<b>AIM</b>	<b>9.3</b>	<b>9.3</b>	<b>33.5</b>	<b>10.00</b>	<b>25.00</b>	<b>-15.00 - 35.00</b>
<b>Real Estate</b>	<b>8.5</b>	<b>8.5</b>	<b>10.8</b>	<b>6.00</b>	<b>17.00</b>	<b>-11.00 - 23.00</b>
<b>Inflation Linked</b>	<b>0.8</b>	<b>0.8</b>	<b>8.4 <sup>2</sup></b>	<b>4.00</b>	<b>5.75</b>	<b>-1.75 9.75</b>
<b>Cash Equivalents</b>	<b>0.9 %</b>	<b>0.3 %</b>	<b>5.3 %</b>	<b>1.25 %</b>	<b>1.50 %</b>	<b>-0.25 - 2.75 %</b>
<b>Total Fund</b>	<b>100.0</b>	<b>100.0</b>	<b>5.7</b>	<b>8.46</b>	<b>11.40</b>	<b>-2.94 - 19.86</b>

<sup>1</sup> Investment Committee Meeting December 2007

<sup>2</sup> Four month return for Inflation Linked Asset Class

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# NET PERFORMANCE VS EXPECTED RETURNS

One Year

February 1, 2006 to January 31, 2008

(A)	(B)	(C)	(D)	(E)	(F)	(G)
<u>Asset Class</u>	<u>Cash Market Allocation</u>	<u>Effective Allocation</u>	<u>Asset Return</u>	<u>CalPERS Long-Term Expected Annual Return<sup>1</sup></u>	<u>Expected Standard Deviation</u>	<u>One Standard Deviation Range</u>
Domestic Equity	32.9	33.2	-2.3	7.00	17.00	-10.00 - 24.00
International Equity	19.6	19.8	2.2	7.00	19.50	-12.50 - 26.50
<b>Global Equity</b>	<b>52.4</b>	<b>53.0</b>	<b>-0.8</b>			
Domestic Fixed Income	25.0	25.0	9.4			
International Fixed Income	3.2	3.2	16.9			
<b>Global Fixed Income</b>	<b>28.2</b>	<b>28.2</b>	<b>10.2</b>	<b>3.00</b>	<b>7.00</b>	<b>-4.00 - 10.00</b>
<b>AIM</b>	<b>9.3</b>	<b>9.3</b>	<b>33.5</b>	<b>10.00</b>	<b>35.00</b>	<b>-25.00 - 45.00</b>
<b>Real Estate</b>	<b>8.5</b>	<b>8.5</b>	<b>8.4</b>	<b>3.00</b>	<b>14.00</b>	<b>-11.00 - 17.00</b>
<b>Inflation Linked</b>	<b>0.8</b>	<b>0.8</b>	<b>8.3<sup>2</sup></b>	<b>4.00</b>	<b>5.75</b>	<b>-1.75 9.75</b>
<b>Cash Equivalents</b>	<b>0.9 %</b>	<b>0.3 %</b>	<b>5.3 %</b>	<b>1.25 %</b>	<b>1.10 %</b>	<b>0.15 - 2.35 %</b>
<b>Total Fund</b>	<b>100.0</b>	<b>100.0</b>	<b>5.5</b>	<b>8.46</b>	<b>11.40</b>	<b>-2.94 - 19.86</b>

<sup>1</sup> Investment Committee Meeting December 2007

<sup>2</sup> Four month return for Inflation Linked Asset Class

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# GROSS RETURNS

One Year

February 1, 2007 to January 31, 2008

	(A)	(B)	(C)
<u>Asset Class</u>	<u>Reported Gross Return</u>	<u>Expenses</u>	<u>Net Return (A-B)</u>
Domestic Equity	-2.18%	0.07%	-2.25%
International Equity	2.26%	0.11%	2.15%
<b>Global Equity</b>	<b>-0.67%</b>	<b>0.08%</b>	<b>-0.75%</b>
Domestic Fixed Income	9.38%	0.00%	9.38%
International Fixed Income	16.99%	0.07%	16.92%
<b>Global Fixed Income</b>	<b>10.23%</b>	<b>0.01%</b>	<b>10.22%</b>
<b>AIM</b>	<b>33.53%</b>	<b>0.01%</b>	<b>33.52%</b>
<b>Real Estate</b>	<b>10.80%</b>	<b>2.44%</b>	<b>8.36%</b>
<b>Inflation Linked</b>	<b>8.43%<sup>1</sup></b>	<b>0.15%</b>	<b>8.28%<sup>1</sup></b>
<b>Cash Equivalents</b>	<b>5.27%</b>	<b>0.00%</b>	<b>5.27%</b>
<b>Total Fund</b>	<b>5.71%</b>	<b>0.24%</b>	<b>5.47%</b>

<sup>1</sup> Four month return for Inflation Linked Asset Class

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM**  
**CIO REPORT**  
**GROSS RATES OF RETURN**  
**Period Ending January 31, 2008**  
**Investment Committee Meeting**

	% of Plan	MKT VAL \$(000's)	1 MO	QTR	FYTD	1 YR	3 YRS	5 YRS	10 YRS
<b>TOTAL DOMESTIC EQUITY</b>	33.1	80,899,497	-6.15	-10.61	-7.78	-2.18	7.76	12.78	5.76
<i>WILSHIRE 2500 EX TOBACCO (BLENDED)</i>			-6.17	-10.69	-7.22	-1.75	7.84	12.86	5.36
<b>TOTAL INTL EQUITY</b>	19.6	47,902,110	-9.36	-14.80	-7.48	3.80	16.22	22.13	8.70
<i>CALPERS FTSE ALL-WORLD EX US</i>			-9.64	-14.68	-6.15	5.40	16.80	22.53	
<b>TOTAL GLOBAL EQUITY</b>	52.6	128,801,607	-7.37	-12.21	-7.66	-0.11	10.71	15.99	
<i>TOTAL GLOBAL EQ EX AIM BENCHMARK</i>			-7.33	-12.03	-6.81	0.65	10.83	16.04	
<b>TOTAL DOMESTIC FIXED INCOME</b>	25.0	61,217,562	1.46	3.75	8.51	9.38	5.73	6.96	6.98
<i>CALPERS CUSTOM LEH LPF (DAILY)</i>			1.77	4.09	8.81	9.28	4.99	5.61	6.59
<b>TOTAL INTL FIXED INCOME</b>	3.2	7,757,316	3.70	5.43	15.72	16.99	4.53	8.19	6.37
<i>CALPERS WORLD GOVT X US</i>			3.86	5.74	15.98	17.15	4.71	7.98	6.64
<b>TOTAL GLOBAL FIXED INCOME</b>	28.2	68,974,878	1.71	3.93	9.29	10.23	5.58	7.17	6.94
<i>CALPERS TOTAL GBL FIXED INCOME POLICY</i>			2.02	4.29	9.66	10.21	4.97	5.91	6.59
<b>TOTAL AIM COMPOSITE</b>	9.3	22,646,509	6.18	6.13	18.46	33.53	25.48	19.03	12.95
<i>WILSHIRE 2500 PLUS 300 BPS (DAILY)</i>			-5.87	-9.85	-5.43	1.42	10.88	16.03	9.09
<b>TOTAL REAL ESTATE</b>	8.4	20,670,415	-0.46	-0.52	4.85	10.80	30.29	24.20	18.00
<i>NCREIF PROPERTY 1 QTR LAG (DAILY)</i>			0.00	0.00	4.59	13.26	16.66	13.99	12.68
<b>TOTAL INFLATION LINKED</b>	0.8	1,924,491	4.14	1.80					
<i>CPI + 400 BPS</i>			0.81	1.61					
<b>TOTAL CASH EQUIVALENTS</b>	0.7	1,787,610	-3.52	-5.65	-6.02	-2.33			
<i>PERS CUSTOM STIF NET OF FEES</i>			0.37	1.17	2.97	5.22			
<b>TOTAL FUND</b>	100.0	244,708,766	-3.22	-5.65	-0.65	5.71	11.49	14.22	8.14
<i>CALPERS POLICY INDEX</i>			-3.61	-5.65	-0.63	4.99	10.19	12.94	7.30
<i>ACTUAL WEIGHTED TOTAL FUND INDEX</i>			-3.71	-5.77	-0.59	5.50	10.35	13.20	7.44

Equity (SH4KA1, SHAKA1, SWZLA1); Fixed Income (SJDKA1, SJDCA1, SJEKA1)  
AIM (SJAIM); Real Estate 1 QTR Lagged (SJRKA1)  
Inflation Linked (SX2CA1); Cash Equivalents (SJEKA1); Total Fund (SJ1CA1)  
Currency Overlay is not included in Global Equity. CPI return is estimated.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM**  
**CIO REPORT**  
**NET RATES OF RETURN**  
**Period Ending January 31, 2008**  
**Investment Committee Meeting**

	% of Plan	MKT VAL \$(000's)	1 MO	QTR	FYTD	1 YR	3 YRS	5 YRS	10 YRS
<b>TOTAL DOMESTIC EQUITY</b>	33.1	80,899,497	-6.16	-10.63	-7.82	-2.25	7.71	12.73	5.73
<i>WILSHIRE 2500 EX TOBACCO (BLENDED)</i>			-6.17	-10.69	-7.22	-1.75	7.84	12.86	5.36
<b>TOTAL INTL EQUITY</b>	19.6	47,902,110	-9.37	-14.84	-7.54	3.70	16.13	22.04	8.64
<i>CALPERS FTSE ALL-WORLD EX US</i>			-9.64	-14.68	-6.15	5.40	16.80	22.53	
<b>TOTAL GLOBAL EQUITY</b>	52.6	128,801,607	-7.38	-12.24	-7.70	-0.19	10.65	15.93	
<i>TOTAL GLOBAL EQ EX AIM BENCHMARK</i>			-7.33	-12.03	-6.81	0.65	10.83	16.04	
<b>TOTAL DOMESTIC FIXED INCOME</b>	25.0	61,217,562	1.46	3.75	8.51	9.38	5.73	6.95	6.98
<i>CALPERS CUSTOM LEH LPF (DAILY)</i>			1.77	4.09	8.81	9.28	4.99	5.61	6.59
<b>TOTAL INTL FIXED INCOME</b>	3.2	7,757,316	3.69	5.40	15.68	16.92	4.46	8.11	6.30
<i>CALPERS WORLD GOVT X US</i>			3.86	5.74	15.98	17.15	4.71	7.98	6.64
<b>TOTAL GLOBAL FIXED INCOME</b>	28.2	68,974,878	1.71	3.93	9.29	10.22	5.57	7.15	6.93
<i>CALPERS TOTAL GBL FIXED INCOME POLICY</i>			2.02	4.29	9.66	10.21	4.97	5.91	6.59
<b>TOTAL AIM COMPOSITE</b>	9.3	22,646,509	6.18	6.13	18.46	33.52	25.47	19.02	12.94
<i>WILSHIRE 2500 PLUS 300 BPS (DAILY)</i>			-5.87	-9.85	-5.43	1.42	10.88	16.03	9.09
<b>TOTAL REAL ESTATE</b>	8.4	20,670,415	-0.46	-0.99	3.56	8.36	24.29	20.07	15.39
<i>NCREIF PROPERTY 1 QTR LAG (DAILY)</i>			0.00	0.00	4.59	13.26	16.66	13.99	12.68
<b>TOTAL INFLATION LINKED</b>	0.8	1,924,491	4.05	1.66					
<i>CPI + 400 BPS</i>			0.81	1.61					
<b>TOTAL CASH EQUIVALENTS</b>	0.7	1,787,610	-3.52	-5.65	-6.02	-2.33			
<i>PERS CUSTOM STIF NET OF FEES</i>			0.37	1.17	2.97	5.22			
<b>TOTAL FUND</b>	100.0	244,708,766	-3.22	-5.70	-0.78	5.47	11.13	13.93	7.96
<i>CALPERS POLICY INDEX</i>			-3.61	-5.65	-0.63	4.99	10.19	12.94	7.30
<i>ACTUAL WEIGHTED TOTAL FUND INDEX</i>			-3.71	-5.77	-0.59	5.50	10.35	13.20	7.44

Equity (SH4KA1, SHAKA1, SWZLA1); Fixed Income (SJDKA1, SJDCA1, SJEKA1)  
AIM (SJA1M); Real Estate 1 QTR Lagged (SJRKA1)  
Inflation Linked (SX2CA1); Cash Equivalents (SJEKA1); Total Fund (SJ1CA1)  
Currency Overlay is not included in Global Equity. CPI return is estimated.

**CALPERS INVESTMENT IN CALIFORNIA as of January 31, 2008**

(A)	(B)	(C)	(D)	(E)	(F)
	Portfolio Value	California (Commitment/ Investments) <sup>1</sup>	California Investments	CA Investment as % of Asset Class (D/B)	
<u>Asset Class</u>	<u>(\$ millions)</u>	<u>(\$ millions)</u>	<u>(\$ millions)</u>	<u>%</u>	<u>Program Description or Assumption</u>
EQUITY					
Domestic Equity	80,424.7	11,435.2	11,435.2	14	CA investment is approximately 14%
International Equity	<u>47,905.7</u>	<u>0.0</u>	<u>0.0</u>	<u>0</u>	
Global Equity	<u>128,330.5</u>	<u>11,435.2</u>	<u>11,435.2</u>	<u>9</u> %	
FIXED INCOME					
Domestic Fixed Income	61,217.6	5,020.6	5,020.6	8	
International Fixed Income	<u>7,757.3</u>	<u>0.0</u>	<u>0.0</u>	<u>0</u>	
Global Fixed Income	<u>68,974.9</u>	<u>5,020.6</u>	<u>5,020.6</u>	<u>7</u> %	
AIM					
AIM	22,646.5	2,400.0	1,900.0	8	Includes commitments through January 31, 2008
REAL ESTATE					
Real Estate	20,683.8	8,684.1	4,999.9	24 %	Outstanding commitments (column C/column B): 42.0%
INFLATION LINKED					
Inflation Linked	1,924.5	0.0	0.0	0	
CASH / CASH EQUIVALENTS					
Cash / Cash Equivalents	2,148.7	0.0	0.0	0	On deposit at the Treasurer's Office: \$917.32
TOTAL FUND	<u>244,708.8</u>	<u>25,139.9</u>	<u>21,455.7</u>	<u>9</u> %	Outstanding commitments (column C/column B): 10.3%

<sup>1</sup> Total actual investments at market value and outstanding program commitments in California